

Larry Fenster Senior Economist Law and Public Policy 1133 19th St., NW Washington, DC 20036 202-736-6513

February 2, 2005

Marlene Dortch Secretary Federal Communications Commission 445 12 St., S.W. Washington, D.C. 20554

Re: Oral Ex Parte Presentation, AT&T Corp. Petition for Declaratory

Ruling Regarding Enhanced Prepaid Calling Card Services, WC Docket No. 03-133; Intercarrier Compensation Proceeding, CC

Docket 01-92.

Dear Ms. Dortch:

Yesterday, Larry Fenster, Alan Buzacott, Richard S. Whitt, and David Skogen from MCI met with Steve Morris and Fred Campbell from the Competitive Pricing Division; Cathy Carpino from the Telecommunications Access Policy Division, and Terri Natoli from the Competition Policy Division to discuss the above-captioned proceeding.

In that meeting, the MCI representatives discussed the Company's new enhanced prepaid calling card product. MCI stated that it is marketing and making available to nearly all its prepaid customers a new, enhanced service, branded "Golden Retriever," that brings the power of the Internet to consumers who are away from their Internet connections or do not otherwise possess access to the Internet. MCI's prepaid product featuring Golden Retriever constitutes an interstate information service, consistent with FCC precedent.

MCI explained that it will initially terminate its enhanced prepaid traffic over Feature Group D trunks; will pay interstate rates for all such traffic, but not pay at intrastate rates that may be assessed by local exchange companies; and will not include revenues associated with its enhanced prepaid service in its universal service contribution base.

MCI further explained that by the second half of 2005, MCI's enhanced prepaid traffic will terminate over local PRIs purchased from MCImetro Access LLC, which will assign a local billing telephone number to this traffic. Universal service payments will be handled as discussed above.

MCI distributed the attached Powerpoint presentation during the meeting, and discussed other matters consistent with its previous written submissions in this docket.

Sincerely,

/s/ Larry Fenster

Larry Fenster

cc: Tamara Preiss Steve Morris Fred Campbell Terri Natoli Cathy Carpino